**Financial Results**
Reference No **GG-100225-075D8**

| | |
|---|---|
| Company Name | : **GENTING BERHAD** |
| Stock Name | : GENTING |
| Date Announced | : 25/02/2010 |
| Financial Year End | : 31/12/2009 |
| Quarter | : 4 |
| Quarterly report for the financial period ended | : 31/12/2009 |
| The figures | : have not been audited |

Converted attachment :

Please attach the full Quarterly Report here:
GB-4th Grp Qtrly Rept 2009.pdf
GENT Press Release 4Q2009.pdf

Remark:
**The figures for the cumulative period have been audited.**

**A Press Release by the Company in connection with the 2009 Fourth Quarterly Report is attached above.**

- DEFAULT CURRENCY
- OTHER CURRENCY

Currency : Malaysian Ringgit (MYR)

**SUMMARY OF KEY FINANCIAL INFORMATION**
**31/12/2009**

| | INDIVIDUAL PERIOD | | CUMULATIVE PERIOD | |
|---|---|---|---|---|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | 31/12/2009 | 31/12/2008 | 31/12/2009 | 31/12/2008 |
| | **$$'000** | **$$'000** | **$$'000** | **$$'000** |
| **1Revenue** | 2,320,097 | 2,390,173 | 8,893,617 | 9,082,508 |
| **2Profit/(loss) before tax** | 585,660 | -108,934 | 2,528,449 | 1,734,794 |
| **3Profit/(loss) for the period** | 396,055 | -299,871 | 1,782,846 | 983,419 |
| **4Profit/(loss) attributable to ordinary equity holders of the** | 245,400 | -120,784 | 1,044,340 | 569,296 |

| | | | | |
|---|---|---|---|---|
| parent | | | | |
| 5Basic earnings/ (loss) per share (Subunit) | 6.64 | -3.27 | 28.26 | 15.38 |
| 6Proposed/Declared dividend per share (Subunit) | 4.20 | 4.00 | 7.20 | 7.00 |

| | AS AT END OF CURRENT QUARTER | AS AT PRECEDING FINANCIAL YEAR END |
|---|---|---|
| 7Net assets per share attributable to ordinary equity holders of the parent ($$) | 3.7600 | 3.3700 |

Remarks :

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

| Country | Base Unit | Subunit |
|---|---|---|
| Malaysia | Ringgit | Sen |
| United States | Dollar | Cent |
| United Kingdom | Pound | Pence |

GENTING BERHAD

## FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2009. The figures for the cumulative period have been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT**
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009**

| | UNAUDITED INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|---|---|---|---|---|
| | Current Year Quarter 31/12/2009 RM'000 | Preceding Year Corresponding Quarter 31/12/2008 RM'000 | Current Year To-Date 31/12/2009 RM'000 | Preceding Year Corresponding Period 31/12/2008 RM'000 |
| **Revenue** | **2,320,097** | 2,390,173 | **8,893,617** | 9,082,508 |
| Cost of sales | **(1,372,699)** | (1,481,812) | **(5,341,142)** | (5,537,940) |
| **Gross profit** | **947,398** | 908,361 | **3,552,475** | 3,544,568 |
| Other income | | | | |
| - net gain on deemed disposal/ dilution of shareholdings | **26,769** | - | **33,043** | 45,143 |
| - others | **50,654** | 103,456 | **244,547** | 373,344 |
| Other expenses | **(397,920)** | (283,658) | **(903,658)** | (855,141) |
| Profit from operations before impairment losses | **626,901** | 728,159 | **2,926,407** | 3,107,914 |
| Impairment losses | **-** | (781,502) | **(156,976)** | (1,178,028) |
| **Profit from operations** | **626,901** | (53,343) | **2,769,431** | 1,929,886 |
| Finance cost | **(73,840)** | (64,247) | **(261,410)** | (269,399) |
| Share of results in jointly controlled entities and associates | **32,599** | 8,656 | **20,428** | 74,307 |
| **Profit/(loss) from ordinary activities before taxation** | **585,660** | (108,934) | **2,528,449** | 1,734,794 |
| Taxation | **(189,605)** | (190,937) | **(745,603)** | (751,375) |
| **Profit/(loss) for the period** | **396,055** | (299,871) | **1,782,846** | 983,419 |
| Attributable to: | | | | |
| Equity holders of the Company | **245,400** | (120,784) | **1,044,340** | 569,296 |
| Minority interests | **150,655** | (179,087) | **738,506** | 414,123 |
| | **396,055** | (299,871) | **1,782,846** | 983,419 |
| Basic earnings/(loss) per share (sen) | **6.64** | (3.27) | **28.26** | 15.38 |
| Diluted earnings/(loss) per share (sen) | **6.61** | (3.27) | **28.13** | 15.32 |

*(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008).*

**GENTING BERHAD**
**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2009**

| | As At 31 Dec 2009 RM'000 | As At 31 Dec 2008 RM'000 |
|---|---|---|
| **ASSETS** | | |
| **NON-CURRENT ASSETS** | | |
| Property, plant and equipment | **16,450,007** | 10,691,610 |
| Land held for property development | **582,386** | 579,867 |
| Investment properties | **25,063** | 25,970 |
| Plantation development | **650,375** | 518,312 |
| Leasehold land use rights | **1,902,364** | 1,850,863 |
| Intangible assets | **3,914,148** | 3,523,099 |
| Exploration costs | **420,640** | 420,022 |
| Jointly controlled entities | **52,125** | 71,202 |
| Available-for-sale financial asset | **1,270,128** | 415,040 |
| Associates | **672,780** | 622,134 |
| Other long term assets | **920,514** | 537,581 |
| Deferred tax assets | **94,017** | 61,683 |
| | **26,954,547** | 19,317,383 |
| **CURRENT ASSETS** | | |
| Property development costs | **44,996** | 53,986 |
| Inventories | **387,107** | 376,075 |
| Trade and other receivables | **1,096,636** | 1,089,956 |
| Amounts due from jointly controlled entities and associates | **13,542** | 11,300 |
| Restricted cash | **297,502** | 135,421 |
| Short term investments | **3,231,118** | 2,529,386 |
| Bank balances and deposits | **11,475,600** | 6,937,177 |
| | **16,546,501** | 11,133,301 |
| **TOTAL ASSETS** | **43,501,048** | 30,450,684 |
| | | |
| **EQUITY AND LIABILITIES** | | |
| **Equity attributable to equity holders of the Company** | | |
| Share capital | **370,485** | 370,382 |
| Reserves | **13,559,682** | 12,113,933 |
| Treasury shares | **(43,036)** | (42,296) |
| | **13,887,131** | 12,442,019 |
| **Minority Interests** | **11,825,274** | 8,971,360 |
| **Total Equity** | **25,712,405** | 21,413,379 |
| | | |
| **NON-CURRENT LIABILITIES** | | |
| Long term borrowings | **12,659,486** | 5,414,288 |
| Other long term liabilities | **385,061** | 190,857 |
| Deferred tax liabilities | **1,307,923** | 1,226,568 |
| | **14,352,470** | 6,831,713 |
| **CURRENT LIABILITIES** | | |
| Trade and other payables | **2,381,959** | 1,512,157 |
| Amount due to a jointly controlled entity | **2,315** | - |
| Short term borrowings | **852,533** | 442,335 |
| Taxation | **199,366** | 251,100 |
| | **3,436,173** | 2,205,592 |
| **Total liabilities** | **17,788,643** | 9,037,305 |
| **TOTAL EQUITY AND LIABILITIES** | **43,501,048** | 30,450,684 |
| | | |
| **NET ASSETS PER SHARE (RM)** | **3.76** | 3.37 |

*(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008).*

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009

| | Attributable to equity holders of the Company | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Share Capital RM'000 | Share Premium RM'000 | Revaluation Reserve RM'000 | Fair Value Reserve RM'000 | Other Reserves RM'000 | Retained Earnings RM'000 | Treasury Shares RM'000 | Total RM'000 | Minority Interests RM'000 | Total Equity RM'000 |
| At 1 January 2009 | 370,382 | 1,152,159 | 303,398 | - | (397,038) | 11,055,414 | (42,296) | 12,442,019 | 8,971,360 | 21,413,379 |
| Foreign exchange differences recognised directly in equity | - | - | - | - | 173,973 | - | - | 173,973 | 167,594 | 341,567 |
| Available-for-sale financial asset - fair value movement | - | - | - | 431,995 | - | - | - | 431,995 | 455,937 | 887,932 |
| Changes in share of associates' reserves | - | - | - | - | - | 384 | - | 384 | - | 384 |
| Others | - | - | (689) | - | - | (3,503) | - | (4,192) | (3,545) | (7,737) |
| Net income/(expenses) recognised directly in equity | - | - | (689) | 431,995 | 173,973 | (3,119) | - | 602,160 | 619,986 | 1,222,146 |
| Profit for the financial year | - | - | - | - | - | 1,044,340 | - | 1,044,340 | 738,506 | 1,782,846 |
| Total recognised income and expense for the financial year | - | - | (689) | 431,995 | 173,973 | 1,041,221 | - | 1,646,500 | 1,358,492 | 3,004,992 |
| Effects arising from changes in composition of the Group | - | - | - | - | - | - | - | - | 143,128 | 143,128 |
| Effects of share-based payment | - | - | - | - | - | - | - | - | 28,757 | 28,757 |
| Effects of issue of shares by subsidiaries | - | - | - | - | - | ( 9,579) | - | (9,579) | 1,697,523 | 1,687,944 |
| Issue of shares | 103 | 2,843 | - | - | - | - | - | 2,946 | - | 2,946 |
| Buy-back of shares | - | - | - | - | - | - | (740) | (740) | (63,610) | (64,350) |
| Dividends to minority shareholders | - | - | - | - | - | - | - | - | (310,376) | (310,376) |
| Appropriation : | | | | | | | | | | |
| Final dividend paid for financial year ended 31 December 2008 | - | - | - | - | - | (110,861) | - | (110,861) | - | (110,861) |
| Interim dividend paid for financial year ended 31 December 2009 | - | - | - | - | - | (83,154) | - | (83,154) | - | (83,154) |
| **Balance at 31 December 2009** | 370,485 | 1,155,002 | 302,709 | 431,995 | (223,065) | 11,893,041 | (43,036) | 13,887,131 | 11,825,274 | 25,712,405 |

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008).*

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2008

| | Attributable to equity holders of the Company | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Share Capital RM'000 | Share Premium RM'000 | Revaluation Reserve RM'000 | Fair Value Reserve RM'000 | Other Reserves RM'000 | Retained Earnings RM'000 | Treasury Shares RM'000 | Total RM'000 | Minority Interests RM'000 | Total Equity RM'000 |
| At 1 January 2008 | 370,356 | 1,151,428 | 305,620 | 170,279 | (142,989) | 10,507,477 | (7,222) | 12,354,949 | 9,182,307 | 21,537,256 |
| Foreign exchange differences recognised directly in equity | - | - | - | - | (230,387) | - | - | (230,387) | (261,814) | (492,201) |
| Effects arising from changes in composition of the Group recognised directly in equity | - | - | - | - | (23,662) | 184,681 | - | 161,019 | 72,266 | 233,285 |
| Available-for-sale financial asset - effects of shareholding and fair value movements | - | - | - | (548,758) | - | - | - | (548,758) | (582,248) | (1,131,006) |
| Changes in share of associates' reserves | - | - | - | - | - | 719 | - | 719 | - | 719 |
| Others | - | - | (2,222) | - | - | (6,940) | - | (9,162) | (7,668) | (16,830) |
| Net income/(expenses) recognised directly in equity | - | - | (2,222) | (548,758) | (254,049) | 178,460 | - | (626,569) | (779,464) | (1,406,033) |
| Profit for the financial year | - | - | - | - | - | 569,296 | - | 569,296 | 414,123 | 983,419 |
| Impairment loss charged to income statement | - | - | - | 378,479 | - | - | - | 378,479 | 403,023 | 781,502 |
| Total recognised income and expense for the financial year | - | - | (2,222) | (170,279) | (254,049) | 747,756 | - | 321,206 | 37,682 | 358,888 |
| Effects arising from changes in composition of the Group recognised in the income statement | - | - | - | - | - | - | - | - | 35,453 | 35,453 |
| Effects of share-based payment | - | - | - | - | - | - | - | - | 5,265 | 5,265 |
| Effects of issue of shares by subsidiaries | - | - | - | - | - | - | - | - | 155,012 | 155,012 |
| Issue of shares | 26 | 731 | - | - | - | - | - | 757 | - | 757 |
| Buy-back of shares | - | - | - | - | - | - | (35,074) | (35,074) | (120,515) | (155,589) |
| Dividends to minority shareholders | - | - | - | - | - | - | - | - | (323,844) | (323,844) |
| Appropriation: | | | | | | | | | | |
| Final dividend paid for financial year ended 31 December 2007 | - | - | - | - | - | (117,701) | - | (117,701) | - | (117,701) |
| Interim dividend paid for financial year ended 31 December 2008 | - | - | - | - | - | (82,118) | - | (82,118) | - | (82,118) |
| Balance at 31 December 2008 | 370,382 | 1,152,159 | 303,398 | - | (397,038) | 11,055,414 | (42,296) | 12,442,019 | 8,971,360 | 21,413,379 |

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008).*

GENTING BERHAD

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009

| | Current Year-To-Date RM'000 | Preceding Year Corresponding Period RM'000 |
|---|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit from ordinary activities before taxation | **2,528,449** | 1,734,794 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment ("PPE") | **687,121** | 624,516 |
| Finance cost | **261,410** | 269,399 |
| Impairment losses | **156,976** | 1,178,028 |
| Provision for retirement gratuities | **26,770** | 6,435 |
| Interest income | **(124,919)** | (215,540) |
| Net gain on deemed disposal/dilution of shareholdings | **(33,043)** | (45,143) |
| (Write-back of)/allowance for diminution in value of short term investments | **(22,696)** | 62,073 |
| Share of results in jointly controlled entities and associates | **(20,428)** | (74,307) |
| Net bad debts (recovered)/written off | **(7,617)** | 52,234 |
| Other non-cash items | **(26,086)** | 85,467 |
| | **897,488** | 1,943,162 |
| Operating profit before changes in working capital | **3,425,937** | 3,677,956 |
| Net change in current assets | **(278,173)** | (412,312) |
| Net change in current liabilities | **225,194** | 126,001 |
| | **(52,979)** | (286,311) |
| Cash generated from operations | **3,372,958** | 3,391,645 |
| Taxation paid | **(863,292)** | (885,852) |
| Retirement gratuities paid | **(7,577)** | (11,685) |
| Other net operating receipts | **49,739** | 23,942 |
| | **(821,130)** | (873,595) |
| NET CASH INFLOW FROM OPERATING ACTIVITIES | **2,551,828** | 2,518,050 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of PPE | **(5,205,076)** | (2,500,208) |
| Increase in investments and other long term assets | **(1,218,686)** | (551,533) |
| Interest received | **123,009** | 222,258 |
| Proceeds from disposal of PPE | **6,125** | 44,859 |
| Investment in jointly controlled entities | **-** | (60,828) |
| Net proceeds from subsidiary's disposal of long term investment | **-** | 179,111 |
| Other net receipts from investing activities | **602,242** | 43,049 |
| NET CASH USED IN INVESTING ACTIVITIES | **(5,692,386)** | (2,623,292) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment of borrowings | **(2,131,413)** | (1,587,567) |
| Finance cost paid | **(412,312)** | (406,615) |
| Dividends paid to minority shareholders | **(310,376)** | (323,844) |
| Dividends paid | **(194,015)** | (199,819) |
| Buy-back of shares | **(80,770)** | (185,460) |
| Proceeds from bank borrowings | **8,183,665** | 2,663,310 |
| Proceeds from issue of shares to minority shareholders | **1,689,684** | 11,038 |
| Proceeds from issue of Medium Term Notes | **1,450,000** | - |
| Redemption of Zero Coupon Convertible Notes | **-** | (4,674) |
| Settlement and buy-back of Exchangeable Notes | **-** | (134,114) |
| Other net receipts from financing activities | **2,946** | 757 |
| NET CASH INFLOW FROM/(USED IN) FINANCING ACTIVITIES | **8,197,409** | (166,988) |

GENTING BERHAD

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009

| | Current Year-To-Date **RM'000** | Preceding Year Corresponding Period **RM'000** |
|---|---|---|
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | **5,056,851** | (272,230) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR | **9,303,275** | 9,312,189 |
| EFFECT OF CURRENCY TRANSLATION | **32,499** | 263,316 |
| CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR | **14,392,625** | 9,303,275 |
| | | |
| ANALYSIS OF CASH AND CASH EQUIVALENTS | | |
| Bank balances and deposits | **11,475,600** | 6,937,177 |
| Money market instruments (included in Short term investments) | **2,917,025** | 2,366,098 |
| | **14,392,625** | 9,303,275 |

*(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008).*

**GENTING BERHAD**

**NOTES TO THE INTERIM FINANCIAL REPORT – 4TH QUARTER ENDED 31 DECEMBER 2009**

## (I) Compliance with Financial Reporting Standard ("FRS") 134: Interim Financial Reporting

### (a) Accounting Policies and Methods of Computation

The interim financial report has been prepared in accordance with Financial Reporting Standard ("FRS") 134: "Interim Financial Reporting" and paragraph 9.22 of Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements. The figures for the cumulative period have been audited.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2008. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2008.

### (b) Seasonal or Cyclical Factors

On an overall basis, the business operations of the Group's Leisure & Hospitality Division and Plantation Division are subject to seasonal fluctuations. The results of the Leisure & Hospitality Division are affected by major festive seasons and holidays. Fresh fruit bunches ("FFB") production is seasonal in nature. Production of FFB normally peaks in the second half of the year but this cropping pattern can be affected by changes in weather conditions. More detailed commentary is set out in Notes 1 and 2 in Part II of this interim financial report.

### (c) Unusual items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

Included in the Group's interim financial report for the current financial year ended 31 December 2009 are impairment losses in respect of the following:

i) In August 2009, Walker Digital Gaming, LLC ("WDG") restructured its business operations. Arising from this, Genting Malaysia Berhad ("GENM") (formerly known as Resorts World Bhd and is 48.7% owned by the Company) reviewed its long term investment in WDG for potential impairment. Consequently, an impairment loss of RM48.6 million, which is the excess of the carrying value over the recoverable amount, has been charged by GENM to the Income Statement;

ii) GENM Group had accounted for its investment in Genting Hong Kong Limited (formerly known as Star Cruises Limited) ("Genting HK") as an "available-for-sale financial asset" ("AFS") in compliance with FRS 139, which is measured at its fair value based on Genting HK's quoted share prices. Any gain or loss arising from a change in the fair value of the AFS has been recognised directly in equity, through the statement of changes in equity.

Pursuant to paragraph 61 of FRS 139, a significant or prolonged decline in the fair value of an investment in an equity instrument below its cost is objective evidence of impairment. Consequently, a fair value loss of RM30.4 million representing the decline in Genting HK's share price to USD0.08 per share as at 31 March 2009 from the GENM Group's carrying value of USD0.085 per share as at 31 December 2008 was recognised in the income statement.

Subsequently, Genting HK's share price rose to USD0.26 per share as at 31 December 2009. The Group's share of this fair value gain of RM432.0 million in the investment in Genting HK was recognised directly in equity through the statement of changes in equity.

iii) exploration costs of RM75.7 million, which represented the capitalised costs of one of the Group's oil and gas projects. As the Group has decided not to proceed with further exploration work, these capitalised costs are charged out to the Income Statement and recognised as impairment loss.

Other than the above, there were no other unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and current financial year ended 31 December 2009.

(d) **Material Changes in Estimates**

There have been no significant changes made in estimates of amounts reported in prior financial years.

(e) **Changes in Debt and Equity Securities**

i) The Company issued 1,027,000 new ordinary shares of 10 sen each, for cash, arising from the exercise of options granted under the Genting Executive Share Option Scheme ("ESOS") at an exercise price of RM2.868 per ordinary share for the current financial year ended 31 December 2009.

ii) At the Annual General Meeting of the Company held on 17 June 2009, the shareholders of the Company had approved, amongst others,

(I) the proposed renewal of the authority for the Company to purchase its own shares of up to 10% of the issued and paid-up share capital of the Company; and

(II) the proposed exemption under Practice Note 2.9.10 of the Malaysian Code on Take-Overs and Mergers, 1998 to Kien Huat Realty Sdn Berhad ("KHR") and persons acting in concert with it from the obligation to undertake a mandatory take-over offer on the remaining voting shares in the Company not already owned by them, upon the purchase by the Company of its own shares pursuant to the renewal of the authority for the purchase of own shares ("Proposed Exemption").

On 24 June 2009, KHR informed the Company that Securities Commission ("SC") has, on 23 June 2009, approved the Proposed Exemption subject to the requirement that KHR and persons acting in concert with it must at all times disclose to the SC all acquisitions or purchases of the voting shares in the Company made by them in a 12-month period from 23 June 2009.

During the current financial year ended 31 December 2009, the Company had repurchased a total of 160,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM0.7 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

iii) At the Annual General Meeting of GENM held on 16 June 2009, the shareholders of GENM had approved, amongst others,

(I) the proposed renewal of the authority for GENM to purchase its own shares of up to 10% of the issued and paid-up share capital of GENM; and

(II) the proposed exemption under Practice Note 2.9.10 of the Malaysian Code on Take-Overs and Mergers, 1998 to the Company and persons acting in concert with it from the obligation to undertake a mandatory take-over offer on the remaining voting shares in GENM not already owned by them, upon the purchase by GENM of its own shares pursuant to the renewal of the authority for the purchase of own shares ("Proposed Exemption to the Company").

On 24 June 2009, the Company informed GENM that SC has, on 23 June 2009, approved the Proposed Exemption to the Company subject to the requirement that the Company and persons acting in concert with it must at all times disclose to the SC all acquisitions or purchases of the voting shares in GENM made by them in a 12-month period from 23 June 2009.

During the current financial year ended 31 December 2009, GENM had repurchased a total of 29,117,500 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM79.9 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

iv) In relation to the SGD425.0 million convertible bonds due 2012 ("First Convertible Bonds") issued by Genting Singapore PLC ("GENS") (formerly known as Genting International P.L.C.), which is 53.9% owned by the Company, a total of SGD57.6 million of these First Convertible Bonds were converted into 108.1 million new GENS shares during the current financial year ended 31 December 2009. All the First Convertible Bonds have been fully converted into ordinary shares of GENS and there are no longer any outstanding bonds as at 31 December 2009.

v) In relation to the SGD450.0 million convertible bonds due 2012 ("Second Convertible Bonds") issued by GENS, a total of SGD4.3 million of these Second Convertible Bonds were converted into 4.5 million new GENS shares during the current financial year ended 31 December 2009. The balance of the Second Convertible Bonds which remains outstanding as at 31 December 2009 is SGD445.7 million.

vi) GENS had on 9 September 2009 announced that GENS would be undertaking a renounceable rights issue ("2009 Rights Issue") of up to 2,043,716,094 new ordinary shares in the capital of GENS at an issue price of SGD0.80 for each right share on the basis of one right share for every 5 existing ordinary shares in GENS held by the shareholders on 23 September 2009. Based on the issued share capital of GENS on 23 September 2009, 1,931,564,264 rights shares were available under the 2009 Rights Issue. The 2009 Rights Issue was oversubscribed and raised gross proceeds of approximately SGD1.55 billion for GENS. The 2009 Rights Issue was completed on 21 October 2009 with the listing and quotation of 1,931,564,264 rights shares on the Main Board of the Singapore Exchange Securities Trading Limited.

Other than the above, there were no other issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company for the current financial year ended 31 December 2009.

(f) **Dividends Paid**

Dividends paid during the current financial year ended 31 December 2009 are as follows:

| | RM'000 |
|---|---|
| Final dividend paid on 27 July 2009 for the year ended 31 December 2008<br>- 4.0 sen less 25% tax per ordinary share of 10 sen each | 110,861 |
| Interim dividend paid on 26 October 2009 for the year ended 31 December 2009<br>- 3.0 sen less 25% tax per ordinary share of 10 sen each | 83,154 |
| | 194,015 |

(g) **Segment Information**

Segment analysis for the current financial year ended 31 December 2009 is set out below:

| | Leisure & Hospitality RM'000 | Plantation RM'000 | Property RM'000 | Oil & Gas RM'000 | Power RM'000 | Others RM'000 | Eliminations RM'000 | Total RM'000 |
|---|---|---|---|---|---|---|---|---|
| **Revenue** | | | | | | | | |
| External | 6,016,867 | 675,378 | 96,643 | 143,362 | 1,871,020 | 90,347 | - | 8,893,617 |
| Inter segment | 3,738 | - | 15,356 | - | - | 73,467 | (92,561) | - |
| | 6,020,605 | 675,378 | 111,999 | 143,362 | 1,871,020 | 163,814 | (92,561) | 8,893,617 |
| **Results** | | | | | | | | |
| Segment profit | 1,996,244 | 285,032 | 21,177 | 4,608 | 363,053 | 112,491 | (14,160) | 2,768,445 |
| Net gain on deemed disposal/dilution of shareholdings | | | | | | | | 33,043 |
| Impairment losses | | | | | | | | (156,976) |
| Interest income | | | | | | | | 124,919 |
| Finance cost | | | | | | | | (261,410) |
| Share of results in jointly controlled entities and associates | (21,465) | 5,483 | (18) | - | 39,186 | (2,758) | - | 20,428 |
| Profit before taxation | | | | | | | | 2,528,449 |
| Taxation | | | | | | | | (745,603) |
| Profit for the financial year | | | | | | | | 1,782,846 |

(h) **Valuation of Property, Plant and Equipment**

Property, plant and equipment, which are stated at revalued amounts, have been brought forward without amendment from the previous annual financial statements.

(i) **Material Events Subsequent to the end of the financial period**

i) On 25 January 2010, GENS announced that it had issued a mandatory conversion notice to the holders of the Second Convertible Bonds ("Bonds") for the mandatory conversion of the outstanding Bonds into fully paid-up ordinary shares of GENS at the conversion price of SGD0.95 in accordance with the terms and conditions of the Bonds. As at 9 February 2010, all the SGD2.7 million outstanding Bonds have been fully converted into 2,842,105 new ordinary shares of GENS. Consequently, the Company's shareholding in GENS of 53.9% as at 31 December 2009 was reduced to 51.8% as at 9 February 2010.

ii) Resorts World at Sentosa Pte Ltd ("RWSPL"), an indirect wholly owned subsidiary of GENS, opened its first four hotels and casino in Singapore to the public on 20 January 2010 and 14 February 2010 respectively.

(j) **Changes in the Composition of the Group**

i) On 19 March 2009, Genting Plantations Berhad ("GENP") (formerly known as Asiatic Development Berhad), a 54.6% owned subsidiary of the Company, announced that the proposed joint venture between Ketapang Agri Holdings Pte Ltd ("KAH"), an indirect wholly owned subsidiary of GENP and Palma Citra Investama Pte Ltd and PT Sawit Mandira to develop approximately 15,800 hectares of agricultural land into oil palm plantation in Kabupaten Ketapang, Provinsi Kalimantan Barat, the Republic of Indonesia has been completed. PT Sawit Mitra Abadi ("Mitra Abadi"), the Joint Venture Company, had on 18 March 2009 received the acknowledgement of the Minister of Law and Human Rights effective from 6 March 2009 for the subscription by KAH of 700 ordinary shares of Rp1,000,000 each representing 70% of the enlarged issued and paid-up share capital in Mitra Abadi for a cash consideration of Rp700,000,000. Accordingly, the subscription of shares was completed on 6 March 2009 resulting in Mitra Abadi becoming an indirect subsidiary of GENP.

ii) On 8 December 2009, the Company announced that the Company had on 8 December 2009 entered into sale and purchase agreements with GENM in respect of the disposal by the Company of the total issued and paid-up share capital of the following wholly owned subsidiaries ("the Disposals") to GENM:

- the entire issued and paid-up share capital of Oakwood Sdn Bhd ("Oakwood") comprising 15,000,000 ordinary shares of RM1.00 each for a cash consideration of RM212.7 million; and

- the entire issued and paid-up share capital of Genting Highlands Tours and Promotion Sdn Bhd ("GHTP") comprising 250,000 ordinary shares of RM1.00 each for a cash consideration of RM15.9 million.

As part of the Disposals, GENM settled a total amount of RM55.5 million owing by Oakwood and GHTP to the Company.

On 11 December 2009, the Company further announced that the Disposals have been completed.

Other than the above, there were no other material changes in the composition of the Group for the current financial year ended 31 December 2009.

(k) **Changes in Contingent Liabilities or Contingent Assets**

Other than the disclosure of the material litigation made in Note 11 in Part II of this interim financial report, there were no other significant changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2008.

(l) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 31 December 2009 are as follows:

| | | **RM'000** |
|---|---|---|
| Contracted | | 2,770,900 |
| Not contracted | | 4,687,346 |
| | | 7,458,246 |
| Analysed as follows: | | |
| - | Development expenditure * | 5,287,757 |
| - | Property, plant and equipment | 953,132 |
| - | Plantation development | 563,275 |
| - | Drilling and exploration costs | 550,297 |
| - | Investments | 59,834 |
| - | Leasehold land use rights | 24,116 |
| - | Intellectual property development | 19,835 |
| | | 7,458,246 |

* This relates mainly to the integrated resort project of GENS, *Resorts World Sentosa.*

(m) **Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the current quarter and current financial year ended 31 December 2009 are set out below. The relationship of the related parties are as disclosed in the annual audited financial statements for the financial year ended 31 December 2008 and the approved shareholders' mandates for recurrent related party transactions.

| **Group** | | **Current quarter RM'000** | **Current financial year-to-date RM'000** |
|---|---|---|---|
| i) | Provision of Group's management and/or support services to GENS Group. | 780 | 3,204 |
| ii) | Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by a wholly owned subsidiary of GENS to the Group. | 836 | 3,621 |
| iii) | Rental charges for office space and related services by a subsidiary of the Company to GENS Group. | 515 | 1,987 |
| iv) | Rental charges for office space and related services by a subsidiary of the Company to KHR. | 52 | 174 |
| v) | Rental charges for office space and related services by a subsidiary of the Company to Megaton Holdings Sdn Bhd. | 28 | 112 |
| vi) | Rental charges for office space and related services by a subsidiary of the Company to Kien Huat Development Sdn Bhd. | 54 | 247 |
| vii) | Rental charges and related services by a subsidiary of the Company to Star Cruise Administrative Services Sdn Bhd. | 179 | 1,211 |
| viii) | Provision of share registration services and secretarial services by a wholly owned subsidiary of the Company to Genting HK. | 182 | 184 |
| ix) | Payment to SGSI-Asiatic Limited by ACGT Sdn Bhd (formerly known as Asiatic Centre for Genome Technology Sdn Bhd), a wholly owned subsidiary of GENP for the provision of genomics research services. | - | 46,089 |
| x) | Provision of management services to AsianIndo Holding Pte Ltd, a 60% owned subsidiary of GENP by GaiaAgri Services Limited. | 596 | 2,031 |
| xi) | Rental charges for premises by GENM to Oriregal Creations Sdn Bhd. | 349 | 1,382 |

| | | Current quarter RM'000 | Current financial year-to-date RM'000 |
|---|---|---|---|
| xii) | Professional design consultancy and master-planning services rendered to RWSPL by International Resort Management Services Pte Ltd. | 1,331 | 8,071 |
| xiii) | Rental of apartment by Rich Hope Limited to a subsidiary of GENS. | 178 | 737 |
| xiv) | Letting of office space by Ambadell Pty Ltd ("Ambadell") to a subsidiary of GENS. | 12 | 42 |
| xv) | Provision of management services by GENS Group to Ambadell. | 73 | 277 |
| xvi) | Air ticketing services rendered by GENS Group to Genting HK Group. | 984 | 2,478 |
| **Company** | | | |
| i) | Licensing fees from the subsidiaries to the Company for the use of name and accompanying logo of "Genting" and "Awana" owned by the Company. | 44,534 | 171,468 |
| ii) | Management fees from Genting Hotel & Resorts Management Sdn Bhd ("GHRM"), a wholly owned subsidiary of the Company, to the Company for the provision of the necessary resort management services to enable GHRM to perform its various obligations under the Resort Management Agreement with GENM. | 99,672 | 391,214 |
| iii) | Interest income earned by the Company from its subsidiaries on the interest bearing portion of the amount due from subsidiaries. | 11,251 | 46,220 |
| iv) | Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries. | 25,668 | 73,671 |
| v) | Provision of information technology consultancy, development, implementation, support and maintenance service, other management services and rental of information technology equipments by subsidiaries to the Company. | 787 | 3,462 |
| vi) | Rental charges for office space and related services by a subsidiary to the Company. | 548 | 2,196 |
| vii) | Provision of management and/or support services by the Company to its subsidiaries. | 4,936 | 12,322 |
| viii) | Gain from disposal by the Company of the total issued and paid-up share capital of its wholly owned subsidiaries, Oakwood Sdn Bhd and Genting Highlands Tours and Promotion Sdn Bhd, to GENM. | 213,341 | 213,341 |

**GENTING BERHAD**

**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA – 4TH QUARTER ENDED 31 DECEMBER 2009**

## (II) Compliance with Appendix 9B of Bursa Malaysia Listing Requirements

### 1. Review of Performance

The comparison of the quarterly results are tabulated below:

| | Current Quarter 2009 RM'million | Current Quarter 2008 RM'million | % +/- | Preceding Quarter 3Q 2009 RM'million | % +/- | Financial Year-to-date 2009 RM'million | Financial Year-to-date 2008 RM'million | % +/- |
|---|---|---|---|---|---|---|---|---|
| **Revenue** | | | | | | | | |
| Leisure & Hospitality | **1,537.7** | 1,704.3 | -10 | 1,644.6 | -7 | **6,016.9** | 6,251.0 | -4 |
| Plantation | **216.9** | 138.2 | +57 | 176.3 | +23 | **675.4** | 936.5 | -28 |
| Property | **27.7** | 20.6 | +34 | 23.2 | +19 | **96.6** | 117.6 | -18 |
| Power | **478.9** | 471.1 | +2 | 502.1 | -5 | **1,871.0** | 1,564.0 | +20 |
| Oil & Gas | **40.4** | 51.0 | -21 | 38.3 | +5 | **143.4** | 182.7 | -22 |
| Others | **18.5** | 5.0 | >100 | 17.1 | +8 | **90.3** | 30.7 | >100 |
| | **2,320.1** | 2,390.2 | -3 | 2,401.6 | -3 | **8,893.6** | 9,082.5 | -2 |
| **Profit/(loss) before tax** | | | | | | | | |
| Leisure & Hospitality | **376.4** | 688.0 | -45 | 643.2 | -41 | **1,996.2** | 2,229.3 | -10 |
| Plantation | **92.8** | 40.4 | >100 | 79.1 | +17 | **285.0** | 458.4 | -38 |
| Property | **3.3** | 3.4 | -3 | 4.5 | -27 | **21.2** | 25.9 | -18 |
| Power | **103.1** | (20.5) | >100 | 83.3 | +24 | **363.1** | 193.6 | +88 |
| Oil & Gas | **(9.6)** | 22.8 | >100 | 4.8 | >100 | **4.6** | 73.5 | -94 |
| Others | **2.2** | (54.9) | >100 | 127.4 | -98 | **98.4** | (133.5) | >100 |
| | **568.2** | 679.2 | -16 | 942.3 | -40 | **2,768.5** | 2,847.2 | -3 |
| Net gain on deemed disposal/ dilution of shareholdings | **26.7** | - | >100 | 4.9 | >100 | **33.0** | 45.1 | -27 |
| Impairment losses | **-** | (781.5) | -100 | (126.6) | -100 | **(157.0)** | (1,178.0) | -87 |
| Interest income | **32.0** | 49.0 | -35 | 32.1 | - | **124.9** | 215.6 | -42 |
| Finance cost | **(73.8)** | (64.3) | +15 | (56.7) | +30 | **(261.4)** | (269.4) | -3 |
| Share of results in jointly controlled entities and associates | **32.6** | 8.7 | >100 | 9.5 | >100 | **20.4** | 74.3 | -73 |
| | **585.7** | (108.9) | >100 | 805.5 | -27 | **2,528.4** | 1,734.8 | +46 |

**Quarter ended 31 December 2009 compared with quarter ended 31 December 2008**

The Group registered a revenue of RM2,320.1 million in the current quarter compared with RM2,390.2 million in the previous year's corresponding quarter, a decrease of 3%. Plantation, Property and Power divisions recorded higher revenue whilst the other business divisions recorded lower revenue.

The higher revenue from the Plantation Division arose from the higher palm products prices and higher FFB production.

Revenue from the Power Division increased in the current quarter mainly attributable to the higher generation of electricity by the Meizhou Wan power plant.

Revenue from Resorts World Genting ("RWG") and the GENS Group's UK casino operations declined in the current quarter compared with the previous year's corresponding quarter. Despite the higher volume of business recorded by RWG, the weaker luck factor in the premium players business in the current quarter led to a decline in the revenue. The UK casinos recorded lower business volume and lower win % which resulted in a lower revenue generated in the current quarter. This decrease was further exacerbated by the weakening of the Sterling Pound against the Ringgit Malaysia.

Despite the higher average oil price in the current quarter, the revenue from the Oil & Gas Division decreased compared with that in the previous year's corresponding quarter due to the lower share of oil entitlement in China.

The Group recorded a profit before tax of RM585.7 million in the current quarter compared with a loss of RM108.9 million in the previous year's corresponding quarter. The loss had been due mainly to the GENM Group's impairment loss of RM781.5 million on its investment in Genting HK.

The higher Plantation Division profit is mainly attributable to the higher revenue.

Both the Kuala Langat and Meizhou Wan power plants contributed to a higher profit of the Power Division in the current quarter. The loss suffered by the Power Division in the previous year's corresponding quarter was due mainly to the one-off contribution in lieu of windfall profit levy by the Kuala Langat power plant and the reduced generation of electricity and higher cost of coal supply for the Meizhou Wan power plant.

The lower profit recorded by RWG and the UK casinos in the current quarter resulted from the lower revenue generated. In addition, the increase in pre-opening costs incurred for Resorts World Sentosa contributed to the lower profit of the Leisure & Hospitality Division in the current quarter.

The lower revenue and higher costs resulted in a lower profit from the Oil & Gas Division in the current quarter.

Included in the share of results of jointly controlled entities and associates for the current quarter is a reversal of the share of loss of GENS's jointly controlled entity as a result of an improvement in property values in London, UK.

**Financial year ended 31 December 2009 compared with previous financial year ended 31 December 2008**

Group's revenue for the current financial year ended 31 December 2009 was RM8,893.6 million, a decrease of 2% compared with the previous financial year ended 31 December 2008. All business divisions recorded a decrease in revenue with the exception of the Power Division.

Higher revenue was recorded by RWG due to the higher volume of business. However, the luck factor in the premium players business was weaker in the current financial year. The UK casinos generated lower revenue as a result of lower business volume and lower win % due to poor luck factor. The decrease was further exacerbated by the weakening of the Sterling Pound against the Ringgit Malaysia.

Revenue from the Plantation Division declined in the current financial year due to lower palm products prices and lower FFB production.

The lower revenue from the Property Division was due to softer property market conditions.

The higher share of oil entitlement in China which was offset by lower average oil prices in the current financial year resulted in a lower revenue from the Oil & Gas Division.

The higher revenue from the Power Division arose mainly from the Meizhou Wan power plant which had a higher generation of electricity in the current financial year.

The Group's profit before tax for the current financial year was RM2,528.4 million, an increase of 46% compared with the previous financial year. The previous financial year's profit had been impacted by impairment losses of RM1,178.0 million. Impairment losses for the current financial year amounted to RM157.0 million. All business divisions recorded lower profit compared with the previous financial year other than the Power Division.

Profit from RWG decreased compared with previous financial year despite the higher revenue. This was due to weaker luck factor in the premium players business. UK casinos showed an improvement in profit due largely to stringent cost control and significantly lower operating overheads. The profit of the Leisure & Hospitality Division has also been impacted by the significant increase in pre-operating expenses incurred by Resorts World Sentosa, mainly in relation to staff costs as the integrated resort begins to accelerate its recruitment, training, sales and marketing programs prior to its launch.

The lower profit from the Plantation Division was mainly due to lower revenue.

Lower profit from the Oil & Gas Division was due to lower revenue and higher costs incurred.

The higher profit from the Power Division was due mainly to the improved performance of the Meizhou Wan power plant which arose primarily from higher revenue and lower coal prices. In addition, the one-off contribution in lieu of the annual windfall profit levy had also impacted the Power Division's profit in the previous financial year.

The share of results in jointly controlled entities is lower in the current financial year. The share of results in associates in the current financial year is also lower due mainly to a lower share of profit from the Indian power plants and an associate which had one-off income in the previous financial year.

2. **Material Changes in Profit Before Taxation for the Current Quarter as compared with the immediate Preceding Quarter**

The Group registered a profit before tax of RM585.7 million in the current quarter compared with a profit before tax of RM805.5 million in the preceding quarter, a decrease of 27%.

RWG recorded a lower profit in the current quarter due mainly to weaker luck factor in the premium players business. The UK casinos also recorded lower profit despite a higher business volume. This was due to lower luck factor in the current quarter.

The lower profit from the Oil & Gas Division was due to higher costs incurred in the current quarter.

The Plantation Division recorded a higher profit mainly due to higher FFB production although palm products prices were slightly lower in the current quarter.

The higher profit from the Power Division was due mainly to higher generation of electricity in the current quarter by the Meizhou Wan power plant.

The higher profit in the preceding quarter was also attributable to writeback of allowance for diminution in value of investments. This was offset by impairment losses of RM126.6 million charged out in the preceding quarter. The current quarter's profit included a reversal of the share of loss of GENS's jointly controlled entity.

3. **Prospects**

The performance of the Group for the 2010 financial year may be impacted as follows:

(a) prospects for the leisure and hospitality industry in 2010 are expected to improve as the regional tourism market will continue to grow with new attractions, affordable air travel and rising affluence. Whilst the industry becomes more competitive, the GENM Group will continue to develop and implement innovative strategies to increase visitations to Resorts World Genting;

(b) the general UK economy has been poor and the economic forecasts indicate a slow and weak recovery. The economic slowdown has had a material impact on disposable income for some time and the GENS management expects the situation to continue. As a result, the trading revenue of the UK casino operations have been and can be expected to continue to be adversely affected. Against the current economic climate, the GENS management has implemented a series of cost cutting measures in 2008 and 2009 resulting in a lower cost structure to mitigate the impact of the revenue reduction and will continue to remain vigilant on measures for improvement;

(c) the performance of Meizhou Wan power plant could continue to be affected by lower than expected tariff increases which are being negotiated, and a spike in coal prices in recent months. The contribution from the Group's Indian power investments is expected to improve with the partial commissioning of a new 366 MW gas fired power plant in Andhra Pradesh, India on 1 December 2009. The plant is expected to operate on a combined cycle basis from mid-2010; and

(d) RWSPL's opening of its first four hotels, casino and Universal Studios in Singapore.

4. **Variance of Actual Profit from Forecast Profit**

The Group did not issue any profit forecast or profit guarantee for the year.

5. **Taxation**

The breakdown of tax charges for the current quarter and current financial year ended 31 December 2009 are as set out below:

| | **Current quarter RM'000** | **Current financial year-to-date RM'000** |
|---|---|---|
| Current taxation | | |
| Malaysian income tax charge | 191,535 | 757,466 |
| Foreign income tax (credit)/charge | (4,580) | 38,283 |
| | 186,955 | 795,749 |
| Deferred tax charge/(credit) | 12,503 | (8,071) |
| | 199,458 | 787,678 |
| Prior period/year taxation | | |
| Income tax over provided | (1,565) | (15,075) |
| Deferred tax over provided | (8,288) | (27,000) |
| Taxation charge | 189,605 | 745,603 |

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current quarter and current financial year is higher than the statutory income tax rate mainly due to non-deductible expenses mitigated by tax incentives.

6. **Profit on Sale of Unquoted Investments and/or Properties**

The results for the current quarter do not include any profit or loss on sale of unquoted investments and properties which are not in the ordinary course of business of the Group.

7. **Quoted Securities other than Securities in Existing Subsidiaries and Associates**

(a) The dealings in quoted securities for the current quarter and current financial year ended 31 December 2009 are as follows:

| | **Current quarter RM'000** | **Current financial year-to-date RM'000** |
|---|---|---|
| Total purchases at cost | 25,354 | 416,512 |
| Total disposal proceeds | 28,621 | 432,961 |
| Total gain on disposal | 2,484 | 31,794 |

The RM equivalent of purchases and disposals in respect of foreign currency quoted securities have been translated at the closing rate as at 31 December 2009 and weighted average rates respectively.

(b) The details of the investments in quoted shares, excluding subsidiaries and associates, as at 31 December 2009 are as set out below:

| | **RM'000** |
|---|---|
| Total investments at cost | 1,575,536 |
| Total investments at book value | 1,600,902 |
| Total investments at market value | 1,608,626 |

8. **Status of Corporate Proposals Announced**

(a) The completion of the Share Sale Agreement entered into between Mastika Lagenda Sdn Bhd, an indirect 97.7% owned subsidiary of the Company, and Tenaga Nasional Berhad ("TNB") for the acquisition of TNB's 40% stake in Sepang Power Sdn Bhd is still outstanding as at 18 February 2010. TNB has in its results for the 4$^{th}$ quarter ended 31 August 2005 stated that the Share Sale Agreement has lapsed. However, the Company is not in agreement with TNB's statement and the matter has been referred to the Ministry of Energy, Water and Communications, and the Economic Planning Unit of the Prime Minister's Department.

(b) On 5 June 2009, GENP announced that the Sepanjang Group, an established palm oil producer based in the Republic of Indonesia, undertook an internal re-organisation of its corporate structure and operations. The re-organisation within the Sepanjang Group necessitated the restructuring of the remaining 4 joint venture ("JV") agreements in respect of the proposed joint venture for oil palm cultivation in Kabupaten Ketapang, Provinsi Kalimantan Barat, Republic of Indonesia.

Accordingly, both GENP and the Sepanjang Group have mutually agreed that the remaining 4 JV agreements dated 8 June 2005, which all lapsed on 8 June 2009 would not be extended. In their place, new agreements were entered into on 5 June 2009 to enable the proposed joint venture with the Sepanjang Group for oil palm cultivation to proceed.

The completion of the JV agreements is subject to, inter alia, the following conditions:

i) the approval of Bank Negara Malaysia;

ii) the approval of Badan Koordinasi Penanaman Modal or Investment Coordinating Board of the Republic of Indonesia;

iii) the procurement and/or maintenance of Izin Lokasi and Izin Usaha Perkebunan; and

iv) due diligence study being conducted on the corporate and legal standing of JV companies, the licenses and/or permits of JV companies, the status of the lands and any other aspects of the JV companies and the lands that GENP's subsidiaries think fit, and the results of the due diligence being satisfactory to GENP's subsidiaries.

Notwithstanding completion of the JV agreements, the approvals, licences and permits required for the implementation of the project contemplated in the JV agreements must be obtained no later than 31 December 2011.

The JV agreements are still conditional as at 17 February 2010.

(c) On 30 September 2009, GENP announced that Azzon Limited ("Azzon"), a wholly owned subsidiary of GENP, had on 29 September 2009 signed a joint venture agreement ("JVA") with Chelsea Malaysia, LLC, a division of Simon Property Group, Inc to establish Chelsea Premium Outlet Centres in Malaysia ("Johor Premium Outlets") (collectively known as the "Proposed JV"). The Proposed JV will be undertaken by Chelsea Genting Limited, a wholly owned subsidiary of Azzon, which in turn invest in Genting Chelsea Sdn Bhd ("GCSB") (collectively referred to as "JV Co"). The JVA is conditional upon the following being fulfilled within six (6) months from the date of the JVA (or within such other period as may be mutually agreed between the parties):

i) the approval or exemption by the Foreign Investment Committee;

ii) the parties agreeing on the financing policy, development budget and administrative budget;

iii) the parties agreeing on a term sheet for third party financing required for the JV Co's operations;

iv) the prior permission of the Controller of Foreign Exchange for (or in connection with) the remittance of the capital contribution and/or investment shall have been obtained, if required;

v) GCSB having secured certain level of firm commitments from prospective tenants of the Johor Premium Outlets;

vi) the parties reaching agreement on the terms of a development agreement and a sale and purchase agreement for the purchase of a piece of land for the development of the Johor Premium Outlets; and

vii) the parties finalising the terms of the relevant service and royalty agreements.

The JVA is still conditional as at 17 February 2010.

(d) On 5 February 2010, GENP announced that Sanggau Holdings Pte Ltd ("SAH"), an indirect wholly owned subsidiary of GENP, had on 5 February 2010 entered into a joint venture agreement ("JVA") with Palma Citra Investama Pte Ltd ("Palma") and PT Sawit Mandira ("PTMandira") to develop approximately 17,500 hectares of agricultural land (based on Izin Lokasi or Location Permit) into oil palm plantation in Kecamatan Toba, Kabupaten Sanggau, Provinsi Kalimantan Barat, Republic of Indonesia ("Proposed JV") (the "Land").

The Proposed JV will be undertaken by PT Surya Agro Palma ("PTSAP"). Subject to the relevant approvals being obtained, SAH will subscribe for 700 ordinary shares of Rp1,000,000 each representing 70% of the enlarged issued and paid-up share capital in PTSAP. Palma's and PTMandira's shareholding in the enlarged issued and paid-up share capital of PTSAP will be 25% and 5% respectively.

Palma and PTMandira are part of the Sepanjang Group who is GENP's existing joint venture partner and an established palm oil producer based in the Republic of Indonesia.

The completion of the JVA is subject to, inter-alia, the following conditions:-

i) the approval of Bank Negara Malaysia;

ii) the approval of Badan Koordinasi Penamaan Modal ("BKPM") (or Investment Coordinating Board of the Republic of Indonesia) for the change of shareholding of PTSAP in relation to the admittance of SAH as shareholder of PTSAP in the aforesaid proportion;

iii) the procurement and/or maintenance of Izin Lokasi and Izin Usaha Perkebunan (or Plantation Business License);

iv) the approval of the Ministry of Forestry Affairs, if required; and

v) due diligence study being conducted by SAH and its appointed advisers and/or auditors on the corporate and legal standing of PTSAP, the licenses and/or permits of PTSAP, the status of PTSAP and the status of and restrictions on the Land and any other aspects of PTSAP and the Land, that SAH thinks fit, and the results of the due diligence being satisfactory to SAH.

Notwithstanding completion of the JVA, the approvals, licenses and permits required for the implementation of the project comtemplated in the JVA must be obtained no later than 31 December 2012.

The JVA is still conditional as at 17 February 2010.

Other than the above, there were no other corporate proposals announced but not completed as at 18 February 2010.

## 9. Group Borrowings and Debt Securities

The details of the Group's borrowings and debt securities as at 31 December 2009 are as set out below:

| | Secured/ Unsecured | Foreign Currency '000 | | RM Equivalent '000 |
|---|---|---|---|---|
| Short term borrowings | Secured | RMB | 357,496 | 179,860 |
| | Secured | USD | 41,281 | 141,819 |
| | Secured | IDR | 527,144 | 193 |
| | Secured | SGD | 67 | 163 |
| | Secured | HKD | 7 | 3 |
| | Unsecured | GBP | 38,308 | 212,076 |
| | Unsecured | USD | 50,000 | 171,775 |
| | Unsecured | SGD | 59,968 | 146,644 |
| Long term borrowings | Secured | SGD | 3,033,658 | 7,418,415 |
| | Secured | RMB | 1,914,277 | 963,096 |
| | Secured | USD | 19,228 | 66,057 |
| | Secured | GBP | 3,011 | 16,669 |
| | Secured | IDR | 124,966 | 45 |
| | Secured | HKD | 15 | 7 |
| | Unsecured | SGD | 528,754 | 1,292,998 |
| | Unsecured | USD | 293,348 | 1,007,799 |
| | Unsecured | GBP | 53,010 | 293,467 |
| | Unsecured | RMB | 300,000 | 150,933 |
| | Unsecured | | - | 1,450,000 |

10. **Off Balance Sheet Financial Instruments**

As at 18 February 2010, the Group had the following off balance sheet financial instruments:

Interest Rate Swap ("IRS") and Hedging Transactions

i) On 10 March 2008, the Group had drawndown a loan amounting to GBP87.5 million which was subjected to floating interest rate based on LIBOR. Of this loan, a total of GBP25.9 million has been repaid.

Subsequently, the Group entered into IRS agreements as follows:

| **Transaction Date** | **Effective Date of Commencement** | **Maturity Dates** | **Outstanding Contract Amounts GBP'000** |
|---|---|---|---|
| 17 April 2008 | 10 June 2008 | 08/03/2010 | 28,875 |

ii) On 10 March 2008, the Group had drawndown a loan amounting to SGD104.925 million which was subjected to floating interest rate based on SGD Swap Offer Rate ("SGD SOR"). Of this loan, a total of SGD31.058 million has been repaid.

Subsequently, the Group entered into IRS agreements as follows:

| **Transaction Date** | **Effective Date of Commencement** | **Maturity Dates** | **Outstanding Contract Amounts SGD'000** |
|---|---|---|---|
| 16 April 2008 | 10 April 2008 | 08/03/2010 | 69,251 |

iii) As at 5 February 2010, the Group had made a final loan drawndown amounting to a total of SGD4.0 billion which were subjected to floating interest rate based on SGD SOR.

The Group has entered into IRS agreements to hedge 75% of the total loan approved as follows:

| **Transaction Date** | **Effective Date of Commencement** | **Maturity Dates** | **Outstanding Contract Amounts SGD'000** |
|---|---|---|---|
| 20 March 2008 | 30 September 2008 | 06/02/2010 to 31/12/2011 | 1,500,000 |
| 02 June 2008 | 30 September 2008 | 06/02/2010 to 31/12/2011 | 200,000 |
| 09 June 2008 | 30 September 2008 | 06/02/2010 to 31/12/2011 | 500,000 |
| 15 July 2008 | 30 September 2008 | 06/02/2010 to 31/12/2011 | 300,000 |
| 04 August 2008 | 30 September 2008 | 06/02/2010 to 31/12/2011 | 500,000 |
| Total | | | 3,000,000 |

The above IRS agreements effectively fix the interest rate payable on that tranche of the loan from the respective effective dates of commencement of contracts and up to their respective maturity dates as set out above.

iv) The Group has a revolving credit loan balance of GBP35 million for the current financial period which was subjected to floating interest rate based on LIBOR together with the IRS agreements as follows:

| Transaction Date | Effective Date of Commencement | Maturity Dates | Outstanding Contract Amounts GBP'000 |
|---|---|---|---|
| 09 April 2008 | 11 April 2008 | 04/05/2010 | 70,000 |

The net result of the above IRS agreement effectively fixes the interest rate payable on the loan from the effective date of commencement of contract and up to the maturity date as set out above.

The fair value of the outstanding interest rate swap contracts of the Group which has not been recognised at the balance sheet date was an unfavourable net position of RM217.8 million.

These instruments are executed with creditworthy financial institutions and the Directors are of the view that the possibility of non-performance by these financial institutions is remote on the basis of their financial strength.

The Group uses derivative financial instruments including interest rate swap and currency swap agreements in order to limit the Group's exposure in relation to its underlying debt instruments resulting from adverse fluctuations in interest rates or foreign currency exchange rates and to diversify sources of funding. The related interest differentials under the swap agreements are recognised over the terms of the agreements in interest expense.

Others

i) As part of the joint venture for the purpose of acquiring and developing approximately 45,000 hectares of oil palm plantation in Kabupaten Kapuas, Provinsi Kalimantan Tengah, the Republic of Indonesia ("the Kapuas JV"), Mediglove Sdn Bhd ("Mediglove"), a wholly owned subsidiary of GENP, had on 3 October 2008 entered into a Put and Call Option Agreement with Kara Agri Pte Ltd ("KARA") whereby KARA grants an option to Mediglove to purchase ("Call Option") and Mediglove grants an option to KARA to sell ("Put Option"), as the case may be, all ordinary shares legally and beneficially owned by KARA in AsianIndo Holdings Pte Ltd ("Option Shares"), a 60% owned subsidiary of Mediglove, exercisable during the period after the expiry of five years from 3 October 2008 at an exercise price which shall be the fair value of the Option Shares as determined by a valuer to be appointed by mutual agreement between Mediglove and KARA. In addition, Mediglove may at any time, exercise its Call Option in the event that the Kapuas JV fails to achieve any of the agreed development milestones within six months from the respective dates of completion specified for the agreed development milestones.

ii) GENM had on 26 November 2008 announced that Resorts World Limited ("RWL"), an indirect wholly owned subsidiary of GENM, had entered into, amongst others, a call option agreement ("Option Agreement") with KHD Digital Limited ("KHD") where KHD had granted a call option for a cash consideration of USD1 ("KHD Call Option") for RWL to acquire, within a period of eighteen months from the date of the Option Agreement, the entire issued and paid-up share capital of Karridale Limited at an exercise price of USD27.0 million. As at 18 February 2010, RWL has not exercised the KHD Call Option.

## 11. Changes in Material Litigation

As at 17 February 2010, there were no changes in pending material litigation in respect of the legal suit with regards to the Native Customary Rights over the agricultural land or part thereof held under title number CL095330724 measuring approximately 8,830 hectares situated at Sungai Tongod, District of Kinabatangan, Sandakan, Sabah.

There were also no other pending material litigations since the last financial year ended 31 December 2008 and up to 18 February 2010.

## 12. Dividend Proposed or Declared

(a) i) A final ordinary dividend for the current financial year ended 31 December 2009 has been recommended by the Directors for approval by shareholders;

ii) The recommended final dividend, if approved will amount to 4.2 sen per ordinary share of 10 sen each, less 25% tax;

iii) The final dividend paid for the previous financial year ended 31 December 2008 was 4.0 sen per ordinary share of 10 sen each, less 25% tax; and

iv) The date of payment of the recommended final dividend shall be determined by the Directors and announced at a later date.

(b) Total dividend payable for the current financial year ended 31 December 2009, including the above recommended final dividend, if approved, will amount to 7.2 sen per ordinary share of 10 sen each, comprising an interim dividend of 3.0 sen per ordinary share of 10 sen each, less 25% tax and a proposed final dividend of 4.2 sen per ordinary share of 10 sen each, less 25% tax.

## 13. Earnings Per Share ("EPS")

(a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2009 is as follows:

| | **Current quarter RM'000** | **Current financial year-to-date RM'000** |
|---|---|---|
| Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Basic EPS) | 245,400 | 1,044,340 |
| Net impact on earnings on potential exercise of Employee Share Options awarded to executives of the Company's subsidiaries | (448) | (3,046) |
| Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS) | 244,952 | 1,041,294 |

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2009 is as follows:

| | **Current quarter No. of shares '000** | **Current financial year-to-date No. of shares '000** |
|---|---|---|
| Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic EPS) | 3,695,969 | 3,695,444 |
| Adjustment for share options granted under the ESOS to executives of Genting Berhad | 8,839 | 6,860 |
| Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS) | 3,704,808 | 3,702,304 |

14. **Disclosure of Audit Report Qualification and Status of Matters Raised**

The audit report of the Group's annual financial statements for the financial year ended 31 December 2008 did not contain any qualification.

**TAN SRI LIM KOK THAY**
**Chairman and Chief Executive**
**GENTING BERHAD**
**25 February 2010**